

CHAPTER NO. 184

SENATE BILL NO. 474

By Kyle

Substituted for: House Bill No. 1490

By McMillan, Walker, Miller, Pleasant

AN ACT To amend Tennessee Code Annotated, Section 56-37-111, relative to premium finance.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:


SECTION 1. Tennessee Code Annotated, Section 56-37-111(a), is amended by adding the following sentence to the end of the subsection:

Failure by the insurer to remit the unearned premium to the finance company, as required by the provisions of this subsection, shall make the insurer liable for any interest or finance fees that are assessed against the policyholder as a result of the failure to timely remit unearned premiums after the required period to remit the refund.


SECTION 2. This act shall take effect July 1, 2001, the public welfare requiring it.

PASSED: May 7, 2001

  
JOHN S. WILDER  
SPEAKER OF THE SENATE

  
JIMMY NAIFEH, SPEAKER  
HOUSE OF REPRESENTATIVES

APPROVED this 10<sup>th</sup> day of May 2001

  
DON SUNDQUIST, GOVERNOR